## Message Text

LIMITED OFFICIAL USE

PAGE 01 TEGUCI 03945 182152Z

66

ACTION EB-11

INFO OCT-01 ARA-16 EA-11 ISO-00 SSO-00 INRE-00 COME-00

AGR-20 L-03 STR-08 AID-20 CIAE-00 FRB-02 INR-10

NSAE-00 RSC-01 TRSE-00 XMB-07 OPIC-12 SPC-03 CIEP-02

LAB-06 SIL-01 OMB-01 DRC-01 PA-04 PRS-01 USIA-15 SS-20

NSC-10 /186 W

----- 015536

O R 182108Z OCT 73
FM AMEMBASSY TEGUCIGALPA
TO SECSTATE WASHDC IMMEDIATE 5493
INFO AMEMBASSY GUATEMALA
AMEMBASSY LA PAZ
AMEMBASSY MANAGUA
AMEMBASSY MEXICO
AMEMBASSY SAN JOSE

AMEMBASSY SAN SALVADOR AMEMBASSY TOKYO

LIMITED OFFICIAL USE TEGUCIGALPA 3945

E.O. 11652: N/A TAGS: ETRD, HO

SUBJ: COTTON CONTRACTS

REF: STATE 203891

1. INFORMATION AVAILABLE IN HONDURAS DOES NOT SUPPORT REUTERS AND JOURNAL OF COMMERCE RECENT REPORTS, THAT IS THAT HONDURAS AND OTHERS HAVE THREATENED SUSPEND SHIPMENTS OF RAW COTTON TO JAPAN UNLESS CONTRACTS RENEGOTIATED TO ASSURE EXPORTERS 60 CENTS PER POUND PRICE. AMOUNT OF SALE TO JAPAN 19,500 BALES.

2. HONDURAS SITUATION STILL FLUID. GOVERNMENT ACTION OF LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 TEGUCI 03945 182152Z

TYPE INDICATED ABOVE UNLIKELY IN VIEW OF NEGOTIATIONS

PROCEEDING BETWEEN GOH AND GOJ ON STEEL MILL PROJECT.

3. FLUID SITUATION RESULTS FROM ADDITIONAL FACTORS.
COOPERATIVA PROBABLY WILLING TO MEET SALE TO JAPAN AT
FIGURE REVISED SIMPLY TO ACCOUNT FOR SECOND U.S.
DEVALUATION. HOWEVER, HOLDERS OF COTTON, IWMKLNMN# FARMERS,
ARE REPORTEDLY UNWILLING TO GO ALONG WITH COOPERATIVA
PRICE. MANY STATE THEY CATEGORICALLY WILL NOT SELL AT
CONTRACT PRICES EVEN WITH SECOND DEVALUATION ADJUSTMENT.

4. MOST RECENT RUMOR IS THAT COOP MAY GO TO COURT TO HAVE COTTON CONTRACTS ANNULLED. HEAD OF COOP, ROBERTO RAMERIZ, IS ALSO SUPREME COURT CHIEF JUSTICE. SANCHEZ

NOTE BY OCT: #AS RECEIVED, WILL SERVICE UPON REQUEST.

LIMITED OFFICIAL USE

NNN

## Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

**Current Classification: UNCLASSIFIED** 

Concepts: EXPORTS, COTTON, EXPORT PRICES

Control Number: n/a Copy: SINGLE Draft Date: 18 OCT 1973 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: golinofr
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973TEGLICI03945

Document Number: 1973TEGUCI03945 Document Source: CORE Document Unique ID: 00 Drafter: n/a

Enclosure: n/a Executive Order: N/A Errors: N/A Film Number: n/a From: TEGUCIGALPA Handling Restrictions: n/a

Image Path:

Legacy Key: link1973/newtext/t19731023/aaaaaqpu.tel Line Count: 77

Locator: TEXT ON-LINE

Office: ACTION EB Original Classification: LIMITED OFFICIAL USE

Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2

Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE

Previous Handling Restrictions: n/a Reference: STATE 203891

Review Action: RELEASED, APPROVED
Review Authority: golinofr

Review Comment: n/a Review Content Flags: Review Date: 20 NOV 2001

**Review Event:** 

Review Exemptions: n/a
Review History: RELEASED <20-Nov-2001 by elyme>; APPROVED <18-Dec-2001 by golinofr>

**Review Markings:** 

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

**Review Media Identifier:** Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: COTTON CONTRACTS

TAGS: ETRD, HO, JA

To: STATE

Type: TE

Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005